

RAILROAD COMMISSION OF TEXAS

David Porter, *Chairman*
Christi Craddick, *Commissioner*
Ryan Sitton, *Commissioner*

INTERNAL
Lori Wrotenbery
Director, Oil and Gas Division

MEMORANDUM

December 07, 2015

TO: Chairman David Porter
Commissioner Christi Craddick
Commissioner Ryan Sitton

FROM: Peter G. Pope, Assistant Director
Site Remediation

SUBJECT: Site Remediation's Summary Report
November 2015

The monthly report concerning the State-managed pollution site cleanup activities is attached. This report contains the following:

- 1. A summary of all attachments (Attachment A)**
- 2. In November 2015, a total of 11 activities were completed at a total cost of \$112,100.93. (Attachment B)**
- 3. Of the activities completed in November 2015, one activity exceeded the original award or work order amount by greater than 10%. (Attachments C, D, & E)**
- 4. Of the activities completed in November 2015, seven were routine cleanup activities and four were emergency cleanup activities. (Attachment F)**
- 5. In November 2015, a total of 17 activities were authorized for bid solicitation and codes for a total estimated cost of \$137,700.00. (Attachment G)**



Peter G. Pope

PGP/dc
Attachments

ATTACHMENT A

Monthly State-Managed Pollution Site Cleanup Activities for November 2015 and FY 2016 to date

Completed Cleanup Activities (See Attachments B, C, D, E, F, and H)

1.	Number of Cleanup Activities Completed in Nov 2015	11
	Total Cost of Cleanup Activities Completed in Nov 2015	\$ 112,100.93
	Number of Activities with Post-Close* Invoices Approved in Nov 2015	0
	Total Amount of Post-Close Invoices Approved in Nov 2015	\$ 0.00
	Total Number of Cleanup Activities where the Final Cost exceeded the Award or Work Order Amount by > 10% in Nov 2015	1
2.	Number of Cleanup Activities Completed in FY 2016	23
	Total Cost of Cleanup Activities Completed in FY 2016	\$ 500,036.58
	Number of Activities with Post-Close Invoices Approved in FY 2016	0
	Total Amount of Post-Close Invoices Approved in FY 2016	\$ 0.00
	Total Number of Cleanup Activities where the Final Cost exceeded the Award or Work Order Amount by > 10% in FY 2016	5
3.	Grand Total (Completed Activities plus Post-Close Invoices) for Nov 2015	\$ 112,100.93
	Grand Total (Completed Activities plus Post-Close Invoices) for FY 2016	\$ 500,036.58

New Cleanup Activities (See Attachment G)

1.	Number of Cleanup Activities Authorized for Bid Solicitation and Codes Issued in Nov 2015	17
	Estimated Cost of Cleanup Activities Authorized in Nov 2015	\$ 137,700.00
2.	Number of Cleanup Activities Authorized for Bid Solicitation and Codes Issued in FY 2016	76
	Estimated Cost of Cleanup Activities Authorized in FY 2016	\$ 649,753.16

Cleanup Activities Approved But Not Completed

1.	Total Number of Remaining Cleanup Activities as of the last day of Nov 2015	73
	Total Estimated Cost of Remaining Cleanup Activities	\$ 1,450,952.56

Cleanup Activities Canceled Without Cost to State

1.	Number of Authorized Cleanup Activities Canceled in Nov 2015	0
	Total Number of Authorized Cleanup Activities Canceled in FY 2016	0

*Reflects invoice amounts approved AFTER a Cleanup Activity is formally closed (from a prior reporting month).

SUMMARY OF CLEANUP ACTIVITIES COMPLETED

November 1, 2015 to November 30, 2015

DISTRICT	THIS MONTH		YEAR TO DATE	
	ACTIVITIES COMPLETED	TOTAL OF INVOICES	ACTIVITIES COMPLETED	TOTAL OF INVOICES
01	1	\$ 1,275.50	2	\$ 105,270.88
02	0	\$ 0.00	1	\$ 18,575.23
03	1	\$ 5,028.25	4	\$ 12,853.01
04	0	\$ 0.00	2	\$ 29,744.07
05	0	\$ 0.00	0	\$ 0.00
06	5	\$ 84,973.38	6	\$ 86,618.38
6E	1	\$ 11,795.40	2	\$ 13,838.40
7B	2	\$ 5,738.40	2	\$ 5,738.40
7C	0	\$ 0.00	0	\$ 0.00
08	0	\$ 0.00	1	\$ 42,393.47
8A	0	\$ 0.00	0	\$ 0.00
09	0	\$ 0.00	2	\$ 181,714.74
10	1	\$ 3,290.00	1	\$ 3,290.00
TOTALS	11	\$ 112,100.93	23	\$ 500,036.58
GRAND TOTALS*		\$ 112,100.93		\$ 500,036.58

*Grand Total line includes all Post-Close Invoice amounts.

SUMMARY OF COST OVERRUNS FOR COMPLETED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

	THIS MONTH	YEAR TO DATE
DISTRICT	Final Cost Exceeded the Contract Amount by more than 10 percent	Final Cost Exceeded the Contract Amount by more than 10 percent
01	0	1
02	0	0
03	0	0
04	0	1
05	0	0
06	1	2
6E	0	0
7B	0	0
7C	0	0
08	0	0
8A	0	0
09	0	1
10	0	0
TOTALS	1	5

ATTACHMENT D**LIST OF COST OVERRUNS > 10% OF ORIGINAL AWARD AMOUNT
(Single Cleanup per Requisition or Bundled Bid)**

November 1, 2015 to November 30, 2015

DIST. NO.	REQ. NUMBER	CLEANUP ID	ORIGINAL AWARD	APPROVED INVOICES	PERCENT
Total number of cleanup activities where the final cost exceeded the original award amount by greater than 10 percent.					0

**LIST OF COST OVERRUNS > 10% OF ORIGINAL CONTRACT AMOUNT
(Multiple Cleanup per Requisition - Work Order or Prof. Services Bid)**

November 1, 2015 to November 30, 2015

DIST NO.	REQ. NUMBER	CLEANUP ID	BID TYPE	ORIGINAL CONTRACT	APPROVED INVOICES	PERCENT
06	455-13-0001	06-230682	Work Order	\$ 11,272.40	\$ 14,932.80	32.47%
Total number of Cleanup activities (Work Orders, etc...) where the final cost exceeded the original contract amount by greater than 10 percent.						1

ATTACHMENT E

Cost Overruns Greater than 10%

06-230682: LIPPIT, F. G. : EATON, G. W.: Rusk County

Original Contract Amount - \$11,272.40, Final Cost - \$14,932.80, Increase of 32.47%

THIS JOB WAS ORIGINALLY LET TO PAT'S ROUSTABOUT SERVICE, INC. ON OCTOBER 10, 2015 FOR \$11,272.40 HOWEVER DURING THE CLEANUP ACTIVITIES THERE WAS MORE IMPACTED SOIL THAN EXPECTED INCREASING THE FINAL COST TO \$14,932.80 FOR THIS ACTIVITY.

SUMMARY OF CLEANUP ACTIVITIES COMPLETED BY ACTIVITY TYPE

November 1, 2015 to November 30, 2015

TYPE OF ACTIVITY	THIS MONTH		YEAR TO DATE	
	ACTIVITIES COMPLETED	TOTAL OF INVOICES	ACTIVITIES COMPLETED	TOTAL OF INVOICES
Cleanup	7	\$ 42,324.50	14	\$ 338,171.40
Emergency	4	\$ 69,776.43	5	\$ 70,157.41
Assessment	0	\$ 0.00	3	\$ 89,664.77
Partial	0	\$ 0.00	0	\$ 0.00
Miscellaneous	0	\$ 0.00	0	\$ 0.00
Abatement	0	\$ 0.00	1	\$ 2,043.00
TOTALS	11	\$ 112,100.93	23	\$ 500,036.58
GRAND TOTALS*		\$ 112,100.93		\$ 500,036.58

*Grand Total line includes all Post-Close Invoice amounts.

SUMMARY OF CLEANUP ACTIVITIES APPROVED/CODES ISSUED

November 1, 2015 to November 30, 2015

DISTRICT	THIS MONTH		YEAR TO DATE	
	ACTIVITIES APPROVED	ORIGINAL COST ESTIMATE	ACTIVITIES APPROVED	ORIGINAL COST ESTIMATE
01	0	\$ 0.00	11	\$ 94,500.00
02	0	\$ 0.00	9	\$ 52,600.00
03	3	\$ 37,000.00	11	\$ 123,576.16
04	1	\$ 7,000.00	9	\$ 75,500.00
05	1	\$ 10,000.00	1	\$ 10,000.00
06	1	\$ 10,000.00	8	\$ 87,455.00
6E	7	\$ 58,100.00	13	\$ 150,322.00
7B	0	\$ 0.00	5	\$ 18,500.00
7C	0	\$ 0.00	0	\$ 0.00
08	1	\$ 4,000.00	1	\$ 4,000.00
8A	0	\$ 0.00	0	\$ 0.00
09	2	\$ 6,600.00	7	\$ 28,300.00
10	1	\$ 5,000.00	1	\$ 5,000.00
TOTALS	17	\$ 137,700.00	76	\$ 649,753.16

CLEANUP ACTIVITIES APPROVED BUT NOT COMPLETED AS OF November 30, 2015

Remaining Authorized Cleanup Activity Count:	73
Total Estimated Cost of Remaining Cleanup Activities:	\$ 1,450,952.56

ACTIVITIES WITH POST-CLOSE INVOICES APPROVED

November 1, 2015 to November 30, 2015

<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Date Approved</u>	<u>Total of Invoices</u>
					<u>Activities Adjusted</u>	<u>Total of Invoices</u>
Total (all Districts)						0
						\$ 0.00

CLEANUP ACTIVITIES CANCELED WITH NO COST TO STATE

November 1, 2015 to November 30, 2015

<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Canceled</u>	<u>RRC Estimate</u>
					<u>Number Canceled</u>	<u>RRC Estimate</u>
Total (all Districts)					0	<N/A>

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

				<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
District 01 Totals				1	\$ 6,500.00	\$ 1,275.50	\$ 5,224.50

<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>Site Rank</u>	<u>County</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
01	230518	AUSTIN OPERATING, LLC. MALONE, CORA	EC-A	CALDWELL Activity Total	\$ 6,500.00	\$ 1,275.50	\$ 5,224.50

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

				<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
District 03 Totals				1	\$ 10,000.00	\$ 5,028.25	\$ 4,971.75

<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>Site Rank</u>	<u>County</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
03	230620	LGL ENERGY, INC. HILLIARD-HOLMES UNIT	EC-A	MONTGOMERY Activity Total	\$ 10,000.00	\$ 5,028.25	\$ 4,971.75

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

			<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
District 06 Totals			5	\$ 75,555.00	\$ 84,973.38	-\$ 9,418.38

<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>Site Rank</u>	<u>County</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
06	230178	ARLEN CORPORATION WINSTON -B-	CU-A	HARRISON Activity Total	\$ 2,000.00	\$ 1,651.00	\$ 349.00
06	230538	DOWDEN, T. L. ANDERSON, J. G., UNIT #1	CU-A	RUSK Activity Total	\$ 5,555.00	\$ 4,575.00	\$ 980.00
06	230542	PETROGAS ENERGY SERVICES, LLC KEYS, WARREN	CU-B	HARRISON Activity Total	\$ 6,000.00	\$ 3,298.90	\$ 2,701.10
06	230682	LIPPIT, F. G. EATON, G. W.	CU-A	RUSK Activity Total	\$ 14,000.00	\$ 15,265.80	-\$ 1,265.80
06	230856	TEXLA OPERATING COMPANY NELSON HILL UNIT	EC-A	MARION Activity Total	\$ 48,000.00	\$ 60,182.68	-\$ 12,182.68

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

	<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
District 6E Totals	1	\$ 25,000.00	\$ 11,795.40	\$ 13,204.60

<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>Site Rank</u>	<u>County</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
6E	230436	TRIPLE M SALTWATER DISPOSAL, LP PETRO-WAX, LLC	CU-A	GREGG Activity Total	\$ 25,000.00	\$ 11,795.40	\$ 13,204.60

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

			<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
District 7B Totals			2	\$ 12,000.00	\$ 5,738.40	\$ 6,261.60

<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>Site Rank</u>	<u>County</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
7B	230482	FRIENDLY ENERGY SERVICES, INC. SAGE-BREEDLOVE	CU-B	BROWN Activity Total	\$ 3,000.00	\$ 832.50	\$ 2,167.50
7B	230483	FRIENDLY ENERGY SERVICES, INC. BOHANNON	CU-A	BROWN Activity Total	\$ 9,000.00	\$ 4,905.90	\$ 4,094.10

SUMMARY OF COMPLETED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

			<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
District 10 Totals			1	\$ 5,000.00	\$ 3,290.00	\$ 1,710.00

<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>Site Rank</u>	<u>County</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
10	230740	LOSURE, KEN SANFORD-ALAMOSA	EC-A	HUTCHINSON Activity Total	\$ 5,000.00	\$ 3,290.00	\$ 1,710.00

			<u>Activity Count</u>	<u>RRC Estimate</u>	<u>Total of Invoices</u>	<u>Remaining</u>
Grand Totals (all Districts)			11	\$ 134,055.00	\$ 112,100.93	\$ 21,954.07

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 03 Totals					3	\$ 37,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
03	229996	PROSPER OIL & GAS, INC. KIRBY	POLK 19409	CU-B	<u>1</u>	<u>\$ 7,000.00</u>
03	230496	OLD PINE ENERGY CORPORATION CHAMPION INT'L CORP. (40)	POLK 21771	CU-B	<u>1</u>	<u>\$ 7,000.00</u>
03	230938	LGL ENERGY, INC. HILLIARD-HOLMES UNIT	MONTGOMERY 00360	CU-A	<u>1</u>	<u>\$ 23,000.00</u>

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 04 Totals					1	\$ 7,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
04	231059	HEC PETROLEUM, INC. SHELL "B"	SAN PATRICIO 081607	CU-A	1	\$ 7,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 05 Totals					1	\$ 10,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
05	231220	K & D WATER WORKS, L.L.C. K&D WATER WORKS YARD	LEON P011422A	EC-A	1	\$ 10,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 06 Totals					1	\$ 10,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
06	231436	K R ENVIRO SERVICE JOAQUIN WASHOUT YARD # 2	SHELBY CN11660	EC-A	1	\$ 10,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 6E Totals					7	\$ 58,100.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
6E	231156	AAA OIL TRUST MATTOX, G. S.	GREGG 06561	CU-B	<u>1</u>	<u>\$ 7,600.00</u>
6E	231159	AAA OIL TRUST MCGREDE, G. E.	GREGG 06723	CU-B	<u>1</u>	<u>\$ 6,500.00</u>
6E	231160	AAA OIL TRUST MCGREDE -A-	GREGG 08324	CU-B	<u>1</u>	<u>\$ 15,000.00</u>
6E	231161	AAA OIL TRUST MCGREDE -B-	GREGG 06746	CU-B	<u>1</u>	<u>\$ 4,500.00</u>
6E	231162	AAA OIL TRUST DOBY, J. B.	GREGG 07367	CU-B	<u>1</u>	<u>\$ 6,500.00</u>
6E	231163	AAA OIL TRUST HOLLAND, W. W. -C-	RUSK 08377	CU-B	<u>1</u>	<u>\$ 7,000.00</u>
6E	231165	AAA OIL TRUST BEAN, J. S. -B-	RUSK 08347	CU-A	<u>1</u>	<u>\$ 11,000.00</u>

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 08 Totals					1	\$ 4,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
08	231096	UNKNOWN W. CR. 42 HOWARD COUNTY	HOWARD <NA>	CU-A	1	\$ 4,000.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 09 Totals					2	\$ 6,600.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
09	231176	AEON OPERATING, INC. FELDMAN	WILBARGER 19319	EC-A	1	\$ 6,000.00
09	231497	UNIDENTIFIED I 44 SEEP	WICHITA <NA>	AS-A	1	\$ 600.00

SUMMARY OF APPROVED/AUTHORIZED CLEANUP ACTIVITIES

November 1, 2015 to November 30, 2015

					<u>Number Approved</u>	<u>RRC Estimate</u>
District 10 Totals					1	\$ 5,000.00
<u>Dist</u>	<u>Cleanup ID</u>	<u>Operator Name Lease Name</u>	<u>County Lse/Gas ID</u>	<u>Site Rank</u>	<u>Number Approved</u>	<u>RRC Estimate</u>
10	230740	LOSURE, KEN SANFORD-ALAMOSA	HUTCHINSON 02787	EC-A	1	\$ 5,000.00
Grand Total (all Districts)					17	\$ 137,700.00